## Fadely, Karen

From: Silawsky, Donald [Donald.Silawsky@hq.doe.gov]

Sent: Tuesday, October 18, 2005 10:45 AM

To: Fadely, Karen

Subject: FW: Scoping for the SPR EIS

KAREN: Another SPR EIS scoping comment.

## DON SILAWSKY

----Original Message----From: Cassingham, Bertha To: Silawsky, Donald Sent: 10/17/2005 4:41 PM Subject: Scoping for the SPR EIS

> Good Afternoon,

- > Please accept this e-mail as a written comment regarding the scope of
- > EIS for expanding the capacity of the Strategic Petroleum Reserve.

- > Background:
- > The Energy Policy Act of 2005 enacted on August 8, 2005 directs the
- > Secretary of Energy to no later than 1 year after enactment, to select
- > sites necessary to expand the SPR from its current 727 million-barrel
- > capacity to 1 billion barrels. An expansion planning directive issued in
- > 1990 resulted in a Report to Congress on Candidate Sites for Expansion of
- > the Strategic Petroleum Reserve to One Billion Barrels, and preparation of
- > a Draft EIS which assessed 5 candidate sites, subsequently 2 of those > sites have been removed from consideration, yet, Section 303 of the
- > directs that: "the Secretary shall complete a proceeding to select, from
- > sites that the Secretary has previously studied, sites necessary to enable
- > acquisition by the Secretary of the full authorized volume of the
- > Strategic Petroleum Reserve. In such proceeding, the Secretary shall
- > first consider and give preference to the five sites which the
- > previously addressed in the Draft EIS. However, the Secretary, in his
- > discretion, may select other sites as proposed by a State where a site
- > been previously studied by the Secretary to meet the full authorized
- > volume of the Strategic Petroleum Reserve."

- > Comments:
- > It appears that the following facts and related impacts have not been
- > fully incorporated into this decision making process:
- > 1. The 1990 Report on Candidate Sites was issued before the terrorism
- > concerns became more obvious on 9-11-2001. The closer proximity of the
- > current SPR facilities, and the sites currently proposed, may not be
- > as all are located on the coast and have related homeland security

- > concerns
- > 2 It does not address the facts that two of those facilities have
- > removed from consideration.
- > 3. The destruction of Hurricanes Katrina & Rita make it more obvious that
- > an additional SPR facility needs to be located in a completely separate
- > part of the country to ensure reserves are available as needed.

\

- > Request:
- > Since only those 5 sites were reviewed, the EPACT wording regarding "that
- > the Secretary, in his discretion, may select other sites where a site has
- > been previously studied by the Secretary" must be assumed to mean a site
- > which has been previously studied by the Secretary initially for another
- > project, but means that the evaluation of the geology, the natural
- > disaster history, etc. has already been conducted (an EIS for another
- > purpose) and thus could be re-evaluated for SPR site selection in a timely
- > and financially responsible manner. Based on that assumption, I would
- > like to request that the a portion of the Land Withdrawal Act lands for
- > the Department of Energy's Waste Isolation Pilot Plant Project located at
- > Carlsbad, New Mexico as previously studied by the Secretary be evaluated
- > for feasibility and possible selection for additional capacity for the
- > Strategic Petroleum Reserves. As demonstrated on the maps from the 2005
- > Energy Plan, the southeast region of New Mexico already has extensive
- > pipeline systems, including from Old Mexico, and could easily supply a
- > completely different group of refineries for the Southwest portion of
- > country when needed.

>

- > In addition, in order to assist the DOE in meeting its mandate to
- > steps to ensure America has adequate refining capacity to meet the
- > of consumers", that this SPR facility be built at Carlsbad and consider
- > including a full energy research center consisting of a National Oil
- > Refinery (providing an emergency use blend and serving as research
- > facility for Los Alamos National Lab, and Sandia National Lab, and various
- > academia for the following research needs as identified in the May 2002
- > Energy Policy, examples include:
- > \* Biosciences- to provide environmental and performance improvements in
- > fuel and chemical processing like desulfurization and dematalation of
- > crude oils and refinery product streams
- > \* Hydrogen production research as by-product of process.
- > \* New catalytic material research to provide improvement in processes and
- > lead to new chemistry and concepts in refining--including in-line
- > measurement technologies

```
> * Further research on the CRADA by Sandia--toxic combustion
by-products
> including emissions from petrochemical process heaters
> * Air Quality Modeling improvements with related sampling and
> methods for particulate matter sized under 2.5 microns.
> * Phytoremediation research to determine the optimum approach for
> phytoremeidation of polynuclear aromatic hydrocarbons, oxygenates, and
> havey metal contaminated soil
> * Research on alloy selection system for elevated temperatures such
as
> corrosion of metals and alloys by high temperature gases. Research
> lead to the development of a computer program to predict the corrosion
> rate for different materials based on a fundamental understanding of
> atomic and molecular structures.
> * The specific targe areas from the U.S. Petroleum Industry Research
> Needs for Energy Efficiency report table on fouling mitigation,
membranes
> for hydrocarbon separations, catalytic distillation, and entirely new
> low-energy separation technologies.
> * By working on a national blend for emergencies, could assist in
> defining more appropriate blend approach and use nationwide.
> As the research refinery developed new techniques, more cost-effective
> methodologies, through technology transfer they would be shared with
> public sector such as independent producers. In addition, with the
level
> of expertise involved through the National Labs and Academia, could
> address with the Environmental Protection Agency which regulatory
> requirements add significant cost without gain, and assist in defining
> effective and efficient set of standards for use nationwide, thus
> encouraging additional refinery development and production. Since the
> facility would be part of a national reserve, there would be no
> competition with private industry in final product. And since the DOE
> also has a Border States Initiative Office in Carlsbad, they are
ideally
> suited to use this research facility to facilitate sharing production
> technologies and training with Mexico, and of course other countries.
> Other components of such a National Energy Research Facility could
include
> natural gas (again the policy maps show SE New Mexico's ideal
location),
> back-up power capacity location for the electric grid (again notice
> location as the only region with access to all 3 grids that make up
the
> national grid system.), etc.
> Why Carlsbad?
> * There is already a DOE Field Office.
> * Our geologic salt formation potential for SPR.
> * Our obvious strategic location.
> * The WIPP Land Withdrawal Area
> * 2 National Labs with branch locations already in Carlsbad, NM.
> * Private industry experience in the oil production arena.
> * Experience through WIPP in serving in a unique international focus
> capacity-sharing technology with scientists and serving as a world
class
```

- > facility--safely pioneering new methodologies based on sound proven > \* WIPP is a DOE disposal facility for transuranic low level and mixed > waste facility located 2,500 underground basically in a salt mine. > of course the SPR would not be located at WIPP, the Land Withdrawal > for WIPP includes 16 sections of the same geologic formation so should > appropriate siting for a separate facility on those DOE lands. > To reiterate: > 1. This comment states that the sites previously considered did not > sufficiently address the risks of localization of facilities in disrupting > supplies, so that DOE needs at least one facility in another portion > the country---away from the current SPR. > 2. This comment states that it is our interpretation that the Secretary > can consider other potential sites if already evaluated by DOE for > roles since the related research regarding geologic potential, natural > disaster history, etc. would be the same. > 3. This comment serves as a request to please add federal lands in > Carlsbad, NM area to the potential "sites" to be considered for SPR. > 4. This comment expands beyond the SPR discussion to include discussion > of the need for production capacity and research capabilities. Requesting > that if an SPR facility were located in Carlsbad, NM, that those > capacities and capabililities be considered in a joint EIS as they could > have a synergistic effect and significant impact in assisting in > DOE and the Nation's future Energy needs and goals;
- > \* Enhance Strategic Petroleum Reserve capacity (and availability based
- > on
- > varying location)
- > \* Enhance U.S. economic and energy security by increasing refining
- > capacity.
- > \* Foster enhanced energy production through
- > implementation/demonstration
- of improved refinery technologies.
- > \* Develop additional energy import sources (through sharing production
- > technologies)
- > >
- > Respectfully,
- > Bertha Cassingham